

CHOUDRANT FIELD

06-1281

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, NOVEMBER 14, 2006**, upon the application of **PALMER PETROLEUM, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Cotton Valley Formation, Reservoir A**, in the Choudrant Field, Lincoln Parish, Louisiana.

1. To create four (4) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate applicant as operator of the proposed unit CV RA SUG.
4. To designate the Palmer Petroleum, Inc.-Rabb No. 1 Well as the unit well for CV RA SUG, and to designate the Palmer Petroleum, Inc.-Rabb No. 2 Well as the alternate unit well for CV RA SUG.
5. To find that the proposed alternate unit well for CV RA SUG is necessary to efficiently and economically drain a portion of the Cotton Valley Formation, Reservoir A, underlying CV RA SUG which cannot be efficiently and economically drained by any existing well on the unit.
6. To permit the operator of CV RA SUG to produce the unit allowable from either the unit well, from the alternate unit well, or from a combination of such wells, at the option of the operator.
7. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 260-X, effective July 11, 2006, and of all applicable Statewide Orders, to the proposed additional units.
8. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A, was defined in Office of Conservation Order No. 260-X, effective July 11, 2006.

A plat is available for inspection in the Office of Conservation in **Baton Rouge and Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH

COMMISSIONER OF CONSERVATION

Baton Rouge, LA

10/9/06;10/12/06

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.